

## General Assembly

## Raised Bill No. 319

February Session, 2012

LCO No. 1658

\*01658\_\_\_\_\_INS\*

Referred to Committee on Insurance and Real Estate

Introduced by: (INS)

## AN ACT EXEMPTING CERTAIN INDIVIDUALS FROM CASUALTY ADJUSTER LICENSING REQUIREMENTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 38a-792 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2012*):
- 3 (a) (1) No person may act as an adjuster of casualty claims for any 4 insurance company or firm or corporation engaged in the adjustment 5 of casualty claims unless such person has first secured a license from 6 the commissioner, and has paid the license fee specified in section 7 38a-11, for each two-year period or fraction thereof. Application for 8 such license shall be made as provided in section 38a-769. [The commissioner may waive the requirement for examination in the case 10 of any applicant for a casualty claims adjuster's license who is a 11 nonresident of this state and who holds an equivalent license from any 12 other state.] Any such license issued by the commissioner shall be in 13 force until the thirtieth day of June in each odd-numbered year unless 14 sooner revoked or suspended. The [license] person may, [in] at the 15 discretion of the commissioner, [be renewed] renew the license 16 biennially upon payment of the fee specified in section 38a-11. [The

- 18 38a-769, in the case of an applicant who at any time within two years
- 19 next preceding the date of application has been licensed in this state
- 20 under a license of the same type as the license applied for.]
- 21 (2) The commissioner may waive the examination required under
- 22 section 38a-769, in the case of any applicant for a casualty adjuster's
- 23 <u>license that (A) is a nonresident of this state or has its principal place of</u>
- 24 <u>business in another state, and holds an equivalent license from any</u>
- other state, or (B) at any time within two years next preceding the date
- of application has been licensed in this state under a license of the
- 27 <u>same type as the license applied for.</u>
- 28 (b) The commissioner may prescribe reasonable regulations, in
- 29 accordance with the provisions of chapter 54, governing the licensing
- of casualty adjusters and the adjustment of casualty claims.
- 31 (c) Any person who violates any provision of this section shall be
- 32 fined not more than two thousand dollars or imprisoned not more
- 33 than one year or both.
- 34 (d) The provisions of this section shall not apply to any: [member]
- 35 (1) (A) Individual who (i) collects claim information from or
- 36 furnishes claim information to insureds or claimants, and (ii) conducts
- 37 data entry including data entry into an automated claims adjudication
- 38 system, provided such individual is an employee of a casualty adjuster
- 39 <u>licensed in this state and not more than twenty-five such individuals</u>
- 40 are under the supervision of such casualty adjuster or an insurance
- 41 <u>producer licensed in this state and employed</u> by such casualty adjuster.
- 42 (B) For purposes of this subdivision, "automated claims adjudication
- 43 system" means a preprogrammed computer system, designed for the
- 44 collection, data entry, calculation and final resolution of cellular mobile
- 45 telephone claims, that (i) is used only by a supervised individual, a
- 46 casualty adjuster licensed in this state or an insurance producer

- 47 <u>licensed in this state, in accordance with subparagraph (A) of this</u>
- 48 subdivision, (ii) complies with all applicable claims payment
- 49 requirements under title 38a, and (iii) is certified as complying with the
- 50 provisions of this subdivision by an individual who is (I) an officer of
- 51 the business entity licensed as a casualty adjuster in this state, and (II)
- 52 <u>a casualty adjuster licensed in this state;</u>
- 53 (2) Insurance producer licensed in this state and authorized by an
- 54 insurance company to adjust claims in this state on behalf of such
- 55 <u>company;</u>
- 56 (3) Managing general agent, as defined in section 38a-90a,
- 57 authorized by an insurance company to adjust claims in this state on
- 58 behalf of such company;
- 59 (4) Attorney-in-fact of a reciprocal insurer authorized by such
- 60 insurer to adjust claims in this state on behalf of such insurer; and
- 61 (5) Member of the bar of this state in good standing who is engaged
- in the general practice of the law.

This act shall take effect as follows and shall amend the following sections:

Section 1	October 1, 2012	38a-792

## Statement of Purpose:

To exempt certain individuals from casualty adjuster licensing requirements.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]